

NATIONWIDE MAINTENANCE, INC.
FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2008

NATIONWIDE MAINTENANCE, INC.**TABLE OF CONTENTS**

Accountant's Review Report	1
Balance Sheet as of 12/31/08	2
Statement of Income and Retained Earnings for the period ending 12/31/08	3
Statement of Cash Flows for the period ending 12/31/08	4
Notes to Financial Statements	5 - 6
Schedule 1: Detailed Costs of Earned Revenue and General Expenses	7

James DeMinno
Certified Public Accountant

Page i

JAMES DEMINNO, M.B.A., P.M.C.

CERTIFIED PUBLIC ACCOUNTANT

337 North Main Street, Suite 13
New City, N.Y. 10956
(845)638-4527
Fax (845)638-4529

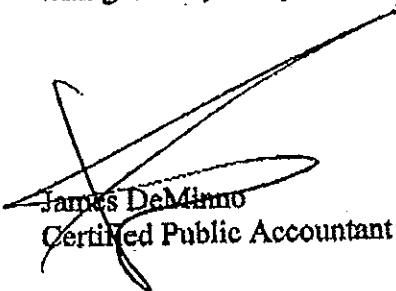
ACCOUNTANT'S REVIEW REPORT

To the Board of Directors
Nationwide Maintenance, Inc.
Valhalla, New York

I have reviewed the accompanying balance sheet for Nationwide Maintenance, Inc. as of December 31, 2008 and the related statements of income, retained earnings and cash flows for the year then ended, in accordance with Statements on Standards for Accounting and Review Services issued by the American Institute of Certified Public Accountants. All information included in these financial statements is the representation of the management of Nationwide Maintenance Inc.

A review consists primarily of inquiries of Company personnel and analytical procedures applied to financial data. It is substantially less in scope than an audit in accordance with generally accepted auditing standards, the objective of which is the expression of an opinion regarding the financial statements taken as a whole.

Based upon my review, I am not aware of any material modifications that should be made to the accompanying financial statements in order for them to be in conformity with generally accepted accounting principles.


James DeManno
Certified Public Accountant

NATIONWIDE MAINTENANCE, INC.
BALANCE SHEET

AS OF DECEMBER 31, 2008

ASSETS

Current Assets:		\$	(12,828)
Cash			<u>5,000</u>
Investment in Sanmar Construction			
			(7,828)
Total Current Assets			
Property and Equipment			245,704
Machinery and Equipment			<u>(130,262)</u>
Less: Accumulated Depreciation			
Property and Equipment, Net			<u>115,442</u>
		\$	<u>107,614</u>
TOTAL ASSETS			

LIABILITIES

Current Liabilities		30,295
Loans from Shareholder		<u>120,443</u>
Notes Payable		
Total Current Liabilities		<u>150,738</u>
		\$ <u>150,738</u>
TOTAL LIABILITIES		

STOCKHOLDERS' EQUITY

Common Stock, no par value		10,000
Issued & Outstanding 100 Shares		<u>(53,124)</u>
Retained Earnings		
		<u>(43,124)</u>
Total Stockholders' Equity		
		\$ <u>107,614</u>
TOTAL LIABILITIES & STOCKHOLDERS EQUITY		

NATIONWIDE MAINTENANCE, INC.
STATEMENT OF INCOME AND RETAINED EARNINGS
FOR THE YEAR ENDED DECEMBER 31, 2008

Earned Revenue Net of Returns	\$2,702,396
Cost of Earned Revenue (See Page 7)	<u>915,498</u>
Gross Profit	<u>1,786,898</u>
Operating Expenses	
Salaries & Wages	1,025,714
General Expenses (See Page 7)	<u>803,773</u>
Total Operating Expenses	<u>1,829,487</u>
Operating Income	<u>(42,589)</u>
Retained Earnings January 1, 2008	(9,005)
Retained Earnings December 31, 2008	<u>(53,124)</u>

James DeMinno
Certified Public Accountant

Page 3

NATIONWIDE MAINTENANCE, INC.
STATEMENT OF CASH FLOWS

December 31, 2008

Cash Flows from Operating Activities	\$	<u>(42,589)</u>
Net Income		
Adjustments to Reconcile net income to cash:		
Increase in Notes Payable		58,799
Depreciation		20,042
Decrease in Officer Loan		<u>(19,705)</u>
Subtotal Adjustments		59,136
Net cash from operating activities		<u>16,547</u>
Cash Balance - January 1, 2008		(29,375)
Cash Balance – December 31, 2008		<u>(12,828)</u>

James DeMinno
Certified Public Accountant

Page 4

**NATIONWIDE MAINTENANCE, INC.
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2008**

NOTE 1 Loans to/from Shareholders

The amounts receivable from shareholders are as follows:

Marcie Manfredonia	\$ 30,295
	<u>\$ 30,295</u>

NOTE 2 Accrued Expenses

Notes Payable	\$ 120,443
	<u>\$ 120,443</u>

NATIONWIDE MAINTENANCE, INC.
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2008

Summary of Significant Accounting Policies:

Organization:

Nationwide Maintenance, Inc. is a Corporation operating within the State of New York. The company concentrates its efforts in plumbing & heating contracting.

(A) Income Recognition:

The company is on the accrual basis and follows the percentage-of-completion method for recognizing contract income. Memorandum entries are made to conform to generally accepted accounting principles.

(B) Current Assets and Liabilities:

In accordance with industry practice, Nationwide Maintenance, Inc. includes in current assets and liabilities realizable and payable under contract which may extend beyond one year.

(C) Depreciation:

Depreciation is provided on a straight-line method over the estimated useful lives of the related assets.

(D) Income Taxes:

Nationwide Maintenance, Inc. is an 'S' Corporation, therefore, provisions for federal income taxes have been made.

NATIONWIDE MAINTENANCE, INC.
Schedule 1 Detailed Costs of Earned Revenue and General Expenses

For the Year Ended December 31, 2008

Cost of Earned Revenue	
Materials and Supplies	\$ 666,115
Outside Labor & Subcontractors	<u>249,383</u>
Total Cost of Earned Revenue	<u>\$ 915,498</u>
 General Expenses	
Taxes (payroll & sales)	\$ 184,980
Utilities	48,681
Rents	74,973
Auto & Truck Expense	218,683
Insurance	155,047
Office Expense	<u>121,409</u>
Total General Expenses	<u>\$ 803,773</u>